

ALABAMA
Alabama Department of Economic and Community Affairs

I. ALLOCATION OF COMMERCIAL REVITALIZATION DEDUCTIONS

Since the allocation of the Commercial Revitalization deduction has no provision for carry-forward from one year to the next, the Commercial Revitalization Agency will maintain a balance sheet showing actual deductions provided to each project. This will allow the agency to provide the maximum available deductions on an annual basis. This balance sheet amount will be updated quarterly and no allocation will be made in excess of the maximum availability shown on this balance sheet.

II. APPLICATION PROCESS

In order to access the Commercial Revitalization Deduction available in the Greene-Sumter, Southern Alabama, or Mobile Renewal Communities, the applicant should first discuss their overall project with the appropriate Coordinating Authority (CORA) and pick up an application for review and approval by the State's Commercial Revitalization Agency. An application for a Commercial Revitalization deduction should be filed in the year that the building would be placed into operation and in the appropriate time frame to coincide with the applicant's tax year.

As a part of the application, you, as the applicant, will be asked to provide a reasonably accurate cost estimate for your project. Included in this estimate should be the cost of site preparation, if the site is privately owned, and any other cost related to either the construction or renovation of your building/renovation project. Additionally, information should be provided as to who will occupy the building at the time of project completion and the use of the facility, as well as the total number of employees to be added as a result of the expansion/building construction. In conjunction with the number of employees to be added, please provide the anticipated starting wage and types of benefits to be provided to these future employees.

In order to access public response to your project, you must review the project in conjunction with the appropriate chief-elected official in whose jurisdiction the project is either located or to be located. Your application should be signed by this chief elected official concurring with the project as stated. Once the appropriate local governing authority concurrence is gained, the completed application document should be forwarded to ADECA for review by and approval of the Commercial Revitalization Committee. This committee will review all applications and provide approval to the applicant for their individual projects. The committee will meet on an as needed basis to review applications submitted for their consideration. The application to be completed is provided in conjunction with this section of the approved allocation plan.

**ALABAMA'S
COMMERCIAL REVITALIZATION DEDUCTION APPLICATION**

Application Number _____
(Provided by ADECA)

The project owner, when applying for a Commercial Revitalization Deduction, is asked to provide the following information and obtain the necessary signature(s) from the appropriate Chief Elected Official before submitting it to the Alabama Department of Economic and Community Affairs (ADECA). Any other necessary concurrence should also be secured in order to receive consideration for approval of your application by the Commercial Revitalization Committee and Agency.

Date Submitted for Review: _____

Renewal Community Name: _____

Name of Applicant: _____

Address: _____

City/Town: _____ **Zip Code:** _____

Telephone: _____ **Contact Person:** _____

FEIN or SS: _____ **Title:** _____

Address of Building Project: _____

City/Town/County: _____

Project Cost Estimate: _____ **Construction Costs:** _____

Date Site was acquired: _____ **Site Preparation Costs:** _____
_____ **(if applicable)**

Cost of Acquisition: _____ **Landscaping/Other:** _____

Tax Year Ends: _____ **Total Estimated Costs:** _____

Number of full-time jobs to be created: _____ **Average Hourly Wage:** _____
as a result of this project.

Please provide a listing of employee benefits to be provided, if any:

Use of building at project completion:
(Check appropriate use)

Manufacturing ()
Type: _____
Commercial ()
Type: _____
Retail/Wholesale ()
Type: _____
Other ()
Specify: _____

Please provide a description of your project_____

If you as the owner will not be the end user of the building project, please provide the name of the end user, if known, and it's planned use.

Please address any community partnerships, community based projects, or other community enhancement projects that may be undertaken in conjunction with your company/businesses location in the Renewal Community. (Schools, day care, health care, housing, etc.) _____

Date building was/will be placed into service: _____

Amount of commercial revitalization deduction requested: \$_____
(Based on 50% first year choice or full deduction over ten years)

Option you are Selecting: \$_____ **50% Deduction First Year**

 \$_____ **Full 10 Year Depreciation**

***(Add additional sheets as necessary to explain any category listed above)**

Certifications:

As chief-elected official of the Renewal Community location in which this building project is located, I certify that the applicant has reviewed the project with me and that I concur with the application as stated.

Signature: _____ **Witness:** _____
Title: _____ **Title:** _____
Political Jurisdiction: _____

City, Town, or County
Date: _____

As owner of the building project, in making application for this Commercial Revitalization Project, I certify that the information provided in this application is, to the best of my knowledge, accurate and that employment has not been reduced in another part of the state in order to access this deduction.

Signature: _____ **Witness:** _____
Title: _____ **Title:** _____
Phone: _____
Date: _____

Please forward a copy of the completed application top the CoRA in your RC and mail the original copy of the completed application to the following address:

**Technical Assistance Section
Renewal Community – Commercial Revitalization Deduction
Alabama Department of Economic and
Community Affairs
P. O. Box 5690
Montgomery, Alabama 36103-5690**

For additional information, please call us at: (334) 242-5370